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UNITED STATES BANKRUPTCY COURT
DISTRICT OF IDAHO

In Re:)
)
Cascade Builders-Developers, Inc.,) CASE NO. 98-00476
)
) United States Trustee's Motion to
) Convert or Dismiss
)
Debtor(s))

The United States Trustee, pursuant to Section 1112(b) of the Bankruptcy Code, moves the Court for the entry of an order converting this Chapter 11 case to a case under Chapter 7, dismissing the case, setting deadlines for filing monthly reports, a disclosure statement and plan, or for other appropriate relief. This motion is made for the following reasons:

1. Under the provisions of 28 U.S.C. § 586, The United States Trustee been given the authority to supervise the administration of bankruptcy cases and to monitor their progress. The United States Trustee, under the provisions of 11 U.S.C. §307, has also been given the authority to raise and appear and be heard on any issue in any bankruptcy case.

2. A voluntary petition was filed by the debtor in this Chapter 11 case on February 18, 1998.

3. The debtor is obligated, pursuant to United States Trustee operating guidelines and reporting requirements for Chapter 11 cases, as well as the requirements of this Court, to file monthly financial reports. Also see 11 U.S.C. §704(8), §1106 and §1107(a), and Rule 2015 of the Federal Rules of Bankruptcy Procedure.

4. The debtor has failed to file monthly financial reports for the months of January, 1999, and February, 1999. The monthly financial report for the month of March, 1999, will be due on April 20, 1999.

5. The debtor, as of this time, has not filed a disclosure statement and plan.

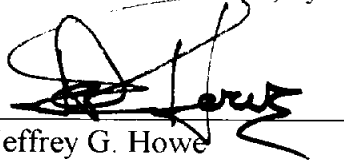
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6. 11 U.S.C. §1112(b) provides that a Chapter 11 case may be converted or dismissed for cause, including a continuing loss or diminution of the estate and absence of a reasonable likelihood of rehabilitation, an inability to effectuate a plan, and an unreasonable delay by the debtor that is prejudicial to creditors. There is cause for conversion or dismissal in this case.

WHEREFORE, the United State Trustee respectfully requests that the Court enter an order converting this Chapter 11 to a case under Chapter 7 or dismissing the case, whichever is in the best interest of creditors. Alternatively, the United States Trustee requests the entry of an order setting deadlines for the filing of monthly financial reports, a disclosure statement and plan. The United States Trustee further requests such other and further relief as the Court deems just.

Dated this 30 day of March, 1999.

Jan Samuel Ostrovsky
United States Trustee, by

A handwritten signature in black ink, appearing to read "Jeffrey G. Howe", is written over a horizontal line.

Jeffrey G. Howe
Assistant United States Trustee